Passed
Ch
Supdt.

Development (1950) Department.

M.S. Series

G.O.Ms.No 2885

Dated the 25th July 1950.

Abstract

Industries - Sericulture - Government sponsored initiatives, Kollegal - Creation of depreciation Reserve Fund - Proposals of the D.Dr.

Orders passed

No.T10B.Comm.1/1275

Office of the Accountant General, Madras,
Fort St. George, Dated 15 March 50.

To

The Secretary to the Government of Madras,
Development Department, Fort St. George, Madras,

21 22926

Sub:- Industries - Sericulture - Government Silk Filatures, Kollegal
Creation of Depreciation Reserve Fund.

Ref:- Letter No.2062 D1749 dated 15-11-49 from the Director of Industries and Commerce, Madras addressed to the Secretary to the Government of Madras, Development Department forwarded through the Accountant General.

Forwarded.

2. The figures noted in the letter of the Director of Industries and Commerce have been checked and found correct.

3. There is no audit objection to the proposal of the Director of Industries and Commerce for the creation of a Depreciation Reserve Fund for the Government Silk Filatures, Kollegal, being approved by Government.

4. If the proposal is approved, a detailed head " Provision for contribution to the Depreciation Reserve Fund" may kindly be ordered to be opened under the head "46 Industries and Supplies - Industries Government Silk Filatures - Other charges

5. Necessary rules detailing the procedure for operation on the fund may also kindly be issued for the guidance of departmental authorities.

Encl

Assistant Accountant General.

DEPARTMENT OF INDUSTRIES & COMMERCE.

FROM

The Director of Industries & Commerce,
P.B.No.432, Madras.5.

TO

The Secretary to Government,
Development Department,
Madras.

No.2062.D.1/49 dated the 13th November 1949.

Through the Accountant General, Madras.(T.10.B).

Sir,

Sub. Industries - Sericulture - Government Silk Filatures, Kollegal - Creation of depreciation Reserve Fund Proposals submitted.

*****

In G.O. No.4395 Dev. dated 25.8.48, Government have declared the Government Silk Filatures, Kollegal, as a regular commercial concern with effect from 1.10.48 and the Accountant General has pointed out the need for the creation of a Depreciation Reserve Fund Deposit as in the case of other Commercial concerns for purposes of replacement of machinery equipments etc. of the filature. I enclose a list of machinery, equipments etc. in the filature which require replacement often and for which the replacement value may be debited to the depreciation reserve fund. As the Government Silk Filatures, was amalgamated with the Kollegal Silk Filature on 15.8.46, the amounts of depreciation charges provided in the appropriation accounts in respect of both the filatures i.e. Kollegal Silk Filatures, from 1943 to 14.8.46, and the Government Silk Filatures for the period 1.9.45 to 31.3.48 may be taken into account. The amount comes to Rs.1,57,700/- as detailed below:-

Kollegal Silk Filatures

1943 - 44 ..	..	Rs.	10,165 0 0
1944 - 45	..	Rs.	10,599 0 0
1945 - 46	..	Rs.	15,063 0 0
1946 - 47 (1.4.46 - 14.8.46)	..	Rs.	6,106 0 0

Government Silk Filatures,

1945 - 46 (1.9.45 - 31.3.46)	..	Rs.	21,247 0 0
1946 - 47	..	Rs.	46,631 0 0
1947 - 48	..	Rs.	47,889 0 0
		Rs.	1,57,700 0 0

I request that Government may be pleased to approve the creation of a Depreciation Reserve Fund for the Government Silk Filature, Kollegal and to credit the sum of Rs.1,57,700/- to the Depreciation Reserve Fund.

B.18.11.

For Director of Industries & Commerce

Reeling basins and machinery.
Tools and equipment.
Steam and water pipe connections.
Sechoir.
Furniture of Kollegal Silk Filature

Cart.
Radio sets.
Seriplane and board.
Denier scale.
Serimeter.

Denier testing machine.
Scientific instruments.

Boilers.
Trailer pump.

Motor vehicle.

Furniture in Technical Expert's quarters.
Water supply and sinking of borewells
Furniture in Manager's quarters.
Handlooms.

Silk Throwing Plant.

Pl. issue
19/4/50

Dev(DI)Dept 5

Memo No. 22926 DI/50-2 dated 19-4-50

Sub: Industries - sericulture - govt. Silk Filatures, Kollegal - creation of a Depreciation Reserve Fund - Proposals.

Ref: Letter from the DI & C Hqrs' The A.G., Madras No. 2062 DI/49 dated 13-11-49.

In his letter cited the Director has requested the govt to approve the creation of a Depreciation Reserve Fund for the govt Silk Filatures, Kollegal and to credit the sum of Rs. 1,57,700 to the Depreciation Reserve Fund. From the details furnished ~~by the Director~~ for the sum of Rs. 1,57,700 it is ~~not~~ observed that the Director has not furnished the basis which has been adopted in arriving at the above figures. The D I & C is requested to state in detail how he has arrived at the above figures

2. It has also been observed that the amount proposed to be credited to the Fund is large viz. 1,57,700 and preferably no

P.T.

provision has been made in the current year's budget for this purpose. It has is therefore ~~been~~ suggested ~~that to consider~~ whether that the proposal cannot be postponed till next year, so that the Fund may be created after providing necessary funds in the next year's budget. The DSE is requested to offer his remarks on the above suggestion.

12/4/50 18/4/50

To The DSE, Madras.

5

30.5.50

Env. issued on 31-5-50
Returned by 22-6-50

7

NO.2062. D1/49.

Department of Industries and Commerce,
Cathedral P.O., Madras. 6.
Dated the 9th. JUNE 1950.

51520/1060

From

Sri M.T. RAJU, Bar-at-law, I.C.S.,
Director of Industries and Commerce,
Madras.

To

The Secretary to Government,
Development Department,
Fort St. George, Madras.

Sir,

Sub: Industries - Sericulture - Government Silk Filature, Kollegal - creation of a depreciation Reserve Fund - Proposals.

Ref: Government Memo (Endorsement) No22926 D1/50-2. development dated 19-4-50.

I have already explained in this Office letter No.2062. D1/49 dated 15-11-49 that the amounts of depreciation charges viz. Rs.1,57,000/- furnished in the above letter have already been incorporated in the appropriation accounts in respect of both the filatures. The amount has also been incorporated in the audited proforma Accounts, for the period from 1943-44 to 1947-48 in respect of both the filatures i.e. Kollegal Silk Filatures from 1943 to 14-8-46 and Government Silk Filatures from 1-9-45 to 31-3-48.

2. The method of depreciation adopted is based on the rates specified in the Income Tax Manual 1946 edition and the depreciation at the specified percentage is charged on the diminishing balances.

3. Necessary provision could not be made in the current years's budget for want of Government sanction for creating the fund. In the above circumstances, I request that sanction may be accorded for the creation of the depreciation Reserve Fund so that provisions may be made in the Budget Estimate for 1951-52.

for Director of Industries and Commerce.

original draft-at (2) below.

Issue 88/17
R 24.7.50.
43/26/7
P. 3 g
P. 1 g

Development Department.

Subject: Industries - Sericulture - Government Silk Filatures, Kollegal - Creation of Depreciation Reserve Fund - Proposal of the D.I & C. - Orders- Issued.

Read the following:

From the D.I & C. letter No.2062/D1/49 dated the 13th December 1949
From the A.G.,Madras letter No.T10.B.Comml./1273 dated the 15th March 1950.

ORDER MS.NO. 2885 DATED THE 25th July 1950

*****

Consequent on the declaration of the Government Silk Filatures, Kollegal, as a regular commercial concern with effect from the 1st October 1948, the D.I & C., on the suggestion made by the Accountant General, has proposed that a Depreciation Reserve Fund for purposes of replacement of machinery, equipment etc. of the Silk Filatures may be created and that a sum of Rs.1,57,700/- may be credited to the Fund. In the current year's budget there is a provision of only Rs.70,000/- for the purpose. As this amount is far short of the requirements, the Government consider that it is sufficient if the fund is created with

P. 3 g.

P. 4 N F.

No. 40

effect from the year 1951-52. H.E. the Governor of Madras accordingly directs that a Depreciation Reserve Fund for the Government Silk Filatures, Kollegal be created with effect from the year 1951-52.

2. The D.I & C. is requested to surrender to the Government immedidtely the sum of Rs.70,000 provided for depreciation charges in the current year's budget.

3. The Director is also requested to submit urgently draft rules detailing the procedure for operating on the fund.

15.7.50. 15750

15750 8.7.50.

To

The D.I & C.,
Madras.
The A.G.thro' Fin Department.
Copy to Finance Dept

C.B.ENTRY.10.9.1950.

Entered in C.B. Sno 79.

31.7.50

1 SEP 1950

11

GOVERNMENT OF MADRAS
Abstract
***

94709 HSJ
18.9.50

Funds - Resumption - 43. Industries and Supplies - (Grant XXI - Industries)- Sanctioned.

FINANCE DEPARTMENT

G.O.Rt.No. 766 — Dated 13th September 1950.

Read the following:-

G.O.Ms.No.2385 Development dated 25-7-1950.
From the Director of Industries and Commerce,
No.4099 R1/50 dated 22-2nd September 1950.

***

O R D E R:

With reference to the G.O. cited, a sum of Rs. 70,000 from the budget allotment for 1950-51 under the head "43.Industries and Supplies - A. Industries - P.Government Silk filatures, Kollegal - 6. Other charges" is resumed and held in reserve under Grant XXI - Industries - Voted.

(BY ORDER OF HIS EXCELLENCY THE GOVERNOR)

R.Rangachari,
Senior Assistant Secretary to Government.

To the Accountant General, Madras,
To the Director of Industries and Commerce,
Copy to the Development Department.

Forwarded/By Order.

SV/14/9/50.

Superintendent.
14.9.50

Dev. Dept.

TOAS

Submitted for perusal. May be lodged and filed with G.O.Ms.No.2385 Dev dt. 25.7.1950.

18/9/50 18/9/50

19/9/50

IV 15

No.T.10B.Comml.867 Office of the Accountant General, Madras.
Fort St.George, Dated 9 January, 1951.

From

The Accountant General,
Madras.

4351

To

The Secretary to the Government of Madras,
Development Department,
Fort St.George,
Madras.9

Subject:- Industries - Sericulture - Creation of a depreciation Reserve Fund for the Government Silk Filatures, Kollegal.

Ref:- G.O.2885 Development dated 25.7.50

Sir,

In the G.O. quoted above, Government have instructed the Director of Industries and Commerce to surrender the provision of Rs.70,000 made in the budget for 1950-51 on account of depreciation charges for the filatures, for the reason that it fell short of the amount of Rs.1,57,700 required by the Director of Industries and Commerce for credit to the fund.

2 In this connection, reference is invited to the sum of Rs.40,800/- provided for depreciation charges in the Revised Estimates for 1949-50 under 43 Industries and Supplies - Industries - Government Silk Filatures - Other Charges. The amount was also adjusted in the accounts of this office for the year 1949-50 by debit to the above head and credit to the "Depreciation Reserve Fund" and thus the fund has already been started in 1949-50 itself. As presumably the sum of Rs.70,000 provided for in the budget estimate for 1950-51 is for depreciation charges for the year 1950-51 it has also to be adjusted in the accounts for the year by credit to the Fund unless Government decide to the contrary.

3 The amount of Rs.1,57,700/- required by the Director represents the depreciation charges for the past year to end of 1947-48. These charges together with the charges for the year 1948-49 may be provided for in the Budget estimates for 1951-52 if it is not possible to do it in 1950-51 itself by reappropriation or supplemental grant.

4 In the circumstances, the surrender of the provision of Rs.70,000/- already made in the Budget Estimate for 1950-51 may not be necessary. The orders issued by Government on the above may kindly be communicated to this office.

Yours faithfully,

9.1.51

Assistant Accounts Officer.

asv.
4.1.51

Endorsement No 4351/MI/51-1 d. 17.1.51
Referred to the Dfte for urgent remarks

Department of Industries
& Commerce.

Re 19414/51
P. 3-0

From:
Sri M.T.Raju. Bar-at-Law:I.C.S.,
Director of Industries and
Commerce, Cathedral. (P--O).,
Madras.6.
-o-o-o-o-o-o-o-o-o-o-o-o-o-o-o-

To:
The Secretary to Government,
Development Department,
Fort St.George,
Madras.9.
-o-o-o-o-o-o-o-o-o-o-o-o-o-o-o-

No.2062/D.1/49 dated 12th February, 1951.

Sir,

Subject: INDUSTRIES- Sericulture- Creation of a depreciation Reserve Fund for the Government Silk Filatures, Kollegal.

Ref: Government endorsement No.4351.M.1/50-1 Development Department dated 17th January, 1951.

In the circumstances stated by the Accountant-General in his letter No.T.10-B/Comml/867 dated January, 1951 forwarded with the Government endorsement cited above, I suggest that the provision of Rs. 70,000/- made in the B.E. for 1950-51 towards depreciation reserve account, may be allowed to stand. If this is agreed to by Government, the amount to be provided for in the B.E for 1951-52 will be Rs. 2,56,800/- as detailed below:---

but which has been resumed and held in Reserve as per Govt. No. Rt. 758. Finance dated 13.9.50

Depreciation charges to the end of 1947-48 -vide this office letter No.2062/D.1/49 dated 13th November, 1949.	. . .	Rs. 1,57,700
Depreciation charges to the end of 1948-49(actuals):	. . .	Rs. 35,350
,, ,, 1949-50 (provisional)	. . .	Rs. 40,800.
,, ,, 1950-51 (,,)	. . .	Rs. 70,000
,, ,, 1951-52 (,,)	. . .	Rs. 63,700
		Rs. 3,67,550
	or	Rs. 3,67,600
Less amount already adjusted in the B.E. for 1949-1950.	. . .	Rs. 40,800
		Rs. 3,26,800
Less to be adjusted in the Budget Estimate 1950-1951.	. . .	Rs. 70,000
		Rs. 2,56,800

/p.t.o/

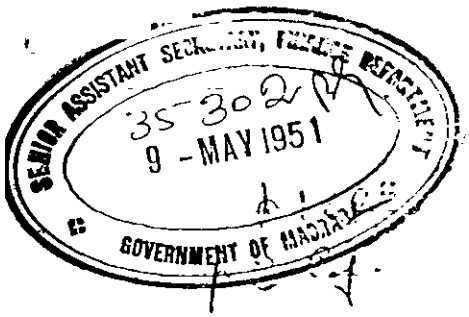
p. 264 of the Budget 51-52

I request therefore that Government may be pleased to provide under the R.E. 1950-51 a sum of Rs.70,000/- and to modify the provision of Rs.3,70,700/- made in the B.E for 1951-52 to Rs. 2,56,800/-. I also request that necessary amendements to G.O.Ms.No.2885 Development Department dated 25th July. 1950 may also kindly be issued.

for Director of Industries and Commerce

ENG/13.2.

Dev Deptt



Memo: 4351-MI/51- d.

Sub: Industries - Sericulture - Creation of a depreciation Reserve Fund for the G.S.F., Kollegal from the P.C. No T. 10 B. Conf. 86 d. 9.1.51.

Ref. - From the Dte No 2062/D1/49 d. 12.2.51.

— x —

The Dte is informed that it is now too late to alter the R.E. for 1950-51 and B.E. for 1951-52. A provision of Rs 3,70,700 has been made in the B.E. for '51-'52 on account of depreciation ~~Reserve~~ Charges for the G.S.F., Kollegal. ~~The orders in G.O. Ms 2885-Dev. d. 25-7-1950 do not require any revision.~~

Dev 4/1951 4-5-51

To Re Dte

A.G. thro' Fin Dept.

Dev. no 4351 MI/51-4. 7.5.51.

Note Re draft may be sent to Fin for acceptance

4/5/51 4.5.51.

Fin (B.G.)

The draft Memo overleaf may be accepted;
as amended in pencil

10.5.51.

11.5.51

PMT/DNO 35302 B/15/57
14/9/57

53375

Dev Dept

Fin

Finance note above. A revised draft memo as amended by Fin. is submitted for approval.

15.5.51

KOLAR ASSISTANT SECRETARY TO GOVERNMENT
14 MAY 1951
DEVELOPMENT DEPARTMENT

Dev Dept 7

Memo: 435/MI/57-5 d. 16-5-57

Sub: Industries Sericulture - Creation of a depreciation Reserve Fund for the G.S.E, Kollegal

Ref. From the A.G. No. T.10.B Coord 867 d. 9.1.57

" the D/de No 2062/DI/49 d. 12.2.57

The D/de is informed that his proposals were received too late for adoption altering the R.E. 1956-57 and B.E. for 1957-58 Hence A provision of Rs 3,70,700/- has been made in the B.E. for '57-'58 on account of depreciation charges for the G.S.E, Kollegal. All the necessary adjustments may be carried out in the accounts of 1957-58

To The D/de
" A.G. thro' Fin Deptt.

Dev. (DI) Deptt.

Sub: Industries - Sericulture - Govt. Silk Filatures, Kollegal Creation of Depreciation Reserve Fund - Proposal.

Ref: Letter from the D.I & C.No.2062 D1/49 dated 13.12.49. Letter from the A.G., Madras No.T10B.Comml/1273 d/15.3.50

...

Please see the letter from the D.I & C. and its enclosure on pp.3-4 c.f. and the remarks of the A.G., Madras on p.1 c.f. In the Memo. No. 41154 DI/48-2 Dev. dated 12.5.1948, the Govt. Silk Filatures, Kollegal was declared as a regular commercial concern with effect from 1.10.48. Consequent on the above declaration orders were issued in G.O.Ms. No. 4395 Dev. dated 25.8.48, specifying the revised accounting procedure relating to the credit and debit of the receipts and charges of the concern. The Director now reports that the Accountant General has pointed out the need for the creation of a Depreciation Reserve Fund Deposit as in the case of other commercial concerns for purposes of replacement of machinery equipments etc. of the Govt. Silk Filatures, Kollegal. As it is observed that a number of machineries, equipments of the Govt. Silk Filatures require often replacement vide list on p. 5 c.f., the Director requests Govt. to approve the creation of a Fund for the Govt. Silk Filatures, Kollegal and to credit the sum of Rs.1,57,700/- to the Depreciation Reserve Fund.

2. The remarks of A.G. on the proposal may be seen on p.1 c.f. The A.G. states that the figures noted by the D.I & C. as Depreciation Charges on p. 3 c.f. have been checked and found correct and that there is no audit objection to the Director's proposal. He has also stated that if the proposal is approved, a detailed head "Provision for contribution to the Depreciation Reserve Fund" may be opened under the head "43. Industries and Supplies - Industries - Govt. Silk Filatures Kollg. Other charges". The A.G. has suggested that necessary rules detailing the procedure for operating on the Fund should be issued for guidance.

3. In the circumstances, it is for orders whether the proposal of the Director of Industries and Commerce for the creation of a Depreciation Reserve Fund in respect of the Government Silk Filatures and for crediting Rs.1,57,700/- to the

Fund may be accepted and supported by this Department. Finance may see for remarks.

25/3/50 25.3.50

27/3/50

Finance

Dev. u.o. 22926 DI/50-1

27-3-50

Finance (Accounts) Deptt

The proposal in this file relates to the creation of a Depreciation Reserve Fund in respect of the Govt. Silk Filatures, Kollegal and crediting of a sum of Rs.1,57,700 to the Fund. The Accountant-General has stated that there is no audit objection to the proposal.

para 3 ϕ 3 cf

@ para 3 ϕ 1 cf

2. The following remarks seem called for in Fin.:--

The details for the sum of Rs.1,57,700 proposed to be credited to the Depreciation Reserve Fund are at page 3 c.f. But the D.I.& C. has not furnished the basis which has been adopted in arriving at the figures.

ϕ 3 cf /-

may be examined

B 14.4.50

Secondly, the amount proposed to be credited to the Fund is large viz. 1,57,700. Presumably no provision has been made in the current year's budget for this purpose. It is for consideration whether the proposal cannot be postponed till next year, so that the Fund may be created after providing necessary funds in the next year's budget. Action has also to be taken with reference to para 5 on page 1 cf.

This suggestion may be considered.

B 14.4.50

Devt. may be requested to obtain the remarks of the D.I. & C. on the above points and examine them in the first instance.

B 14.4.50

B 14.4.50

16/4/50 14.4.50

Dev

Fin no 22470/Acct/50 14.4.50

33300

Dev (DI) Dept.

Notes of Fin above may be perused. Their suggestion at K above may be accepted. With reference to A and B above the DI&C may be consulted. Subject to orders a draft Memo is submitted below for approval.

22/4/50 18/4/50.

18/4/50

[Issued as Memo No. 22926 D.I. 50. 2 d. 19.4.50]
[From the D.I.&C., No. 2062. D.I. 49 d. 9.6.50]

The memo at p/s 5 c.f. and the D.I.&C.'s reply to it at p 7 c.f. may be perused.

It is stated that the depreciation charges of Rs. 157,000/- have been incorporated in the appropriation accounts of the Filatures and calculated at the rates specified for the purpose in the Income-tax Manual.

As no provision has been made in the current year's budget for want of Govt. sanction creating the fund, the D.I.&C has requested that the creation of the fund may now be sanctioned so that necessary provision may be made in the B.E. for 1957-52.

The D.I.&C.'s request may be accepted. For orders. The Deputy Secretary has asked for a brief note explaining the procedure for operating the fund. I.M. may see again for remarks.

Dev. n.o. no. 22926 M.I. 50 - 3d 15/6/50

15/6/50 15650 -

15650

Finance (Accts)

ADDITIONAL DEPUTY SECRETARY
16 JUN 1950
FINANCE DEPARTMENT
11094 Accts

(Previous Finance note on p. 2 above)

Please see the letter of the D.I.&C. on p. 7 c.f.

2. The D.I.&C. stated in this letter No. 2713 R1/49 dated 6.12.49 that the Govt. had been addressed for the creation of a Depreciation Reserve Fund for the Govt. Silk Filatures, Kolegal and that a provision of Rs 70,000 might be made in the BE, 1950-51 for depreciation charges. This amount was accordingly provided under '43. Industries' in the

anticipation that the Fund would be created in the current year. But, as the Fund has not been created so far and as the provision in the current year's budget is not sufficient to meet the requirements of the D. I & C (Rs 1.57.700) this dept. may ~~suggest that~~, while issuing ~~agree to this being issued for creating of the Fund with effect from the year 1951-2.~~ orders on the creation of the Fund ~~& the sum~~ ~~D.I. & C. may be asked to surrender to Govt. immediately~~ of Rs 70000 provided for depreciation charges in the current year's budget ~~may be resumed~~

28.6.50 28.6.50 Dev. 29/6/50 Thro B.G. 28.6.50

Dev

Dev. Deptt.

To A.S. XX

Fin. U.O. 44094 Accts. 29.6.50

58564

This file relates to the proposal of the D.I & C to create a Depreciation Reserve Fund in respect of the Government Silk Filatures, Kollegal and crediting of a sum of Rs.1,57,700 to the Fund. The need for the creation of the fund has arisen consequent on the ~~de~~ declaration of Government Silk Filatures, Kollegal as a regular Commercial concern from 1.10.1948. The purpose of the Fund is for the replacment of machinery, equipments etc. of the Govt. Silk Filatures, Kollegal. The A.G. has stated that there is no audit objection to the Director's proposal and also suggested that necessary rules detailing the procedure for operating on the fund should be issued for the guidance while approving the proposal of the D.I & C.

P. 3 ex.

P. 3 ex.

P. 3 ex.

2. Finance Deptt. however suggest that as the provision in the current year's budget viz. 70,000 is not sufficient to meet the requirements of the D.I & C. orders may be issued for the creation of the fund with effect from 1951-52 and that the D.I & C may be asked to surrender to Government immediately the sum of Rs.70,000 provided for depreciation charges in the current year's budget. The suggestion of the Finance Deptt. may be accepted. A draft

PP-3-4 ~~under~~

Order is submitted below for consideration. It may be sent to Dev. for acceptance before enculation.

Dev. no. no. 22926 MS/50-4
6.7.50.

Fin. (Accts)

(Fin. last noted on p.p 3-4 above)

Further notes on p.p 4-5 above may be perused.

The draft order below may (subject to the modifications indicated in pencil) be accepted and the case returned to Dept

50915 Accts

Through B.G.

Fin. no 50915 Accts/1

63041 MS/50
14.7.50.

Dept

DEV. Deptt.

TO A.S.

A clean copy of the draft order incorporating the amendments suggested by finance department is submitted below. It may now issue.

Development (MI) Department.

Sub: Industries - Sericulture - Government Silk Filatures, Kollegal - Creation of Depreciation Reserve Fund - Proposal of the D. I & C., - Orders - Issued.

Read: the following:
From the D. I & C., letter No.2062 D1/49 dated 13-12-1949.
From the A.G., Madras letter No.T10.B. Comml./1273 dated 15-3-50.

ORDER MS. NO. DATED

Consequent on the declaration of the Government Silk Filatures, Kollegal as a regular commercial concern with effect from the 1st October 1948, the D.I & C., on the suggestion made by the Accountant General has proposed that a Depreciation Reserve Fund for purposes of replacement of machinery, equipment etc. of the Government Silk Filatures, Kollegal may be created and a sum of Rs.1,57,700/- may be credited to the Fund. In the current years budget there is a provision of only Rs.70,000/- for the purpose. As that amount is not sufficient for crediting the amount of Rs.1,57,700/- to the Fund the Government consider that it is sufficient if the Fund is created with effect from the year 1951-52.

His Excellency the Governor of Madras accordingly directs that a Depreciation Reserve Fund for the purpose of replacement of machinery, equipment etc., of the Government Silk Filatures, Kollegal be created with effect from the year 1951-52.

2. H.E. also sanctions the opening of a detailed head namely "Provision for contribution to the Depreciation Reserve Fund" under the head "43. Industries and Supplies - Industries - Government Silk Filatures - Kollegal - 6. Other charges."

2

2.(3). The D. I & C. is requested to surrender to the Government immediately the sum of Rs.70,000 provided for depreciation charges in the current year's budget.

2.(4). The Director is also requested to submit urgently draft rules detailing the procedure for operating on the fund.

5750 5750

6750

To the D. I & C.,
" A.G. thro' Fin.
Copy to Finance Dept.